

## **Appendix C**

**2006-2007 Supplemental Budget  
LD 1968 as amended by AFA Committee**

**Distribution of Year-end  
Unappropriated Surplus (the "Cascade")  
Side-by-Side Comparison**

**Distribution of Unappropriated Surplus - Fiscal Year Closing Transactions**  
**Comparison of**  
**Law Prior to PL 2005, c. 2 (LD 1) Changes, With PL 2005, c. 2 (LD 1) Changes and LD 1968 Committee Amendment**

Hypothetical Distribution of Unappropriated Surplus - Using FY05 Actual Amounts

<b>121st Legislative Changes (FY 05 - Excluding One-time Transfers)</b>		<b>122nd Legislature - PL 2005, c. 2 (LD 1) (Effective beginning in FY 06)</b>		<b>LD 1968 Committee Amendment (Effective beginning in FY 06)</b>	
<b>Unappropriated Surplus</b>		<b>Unappropriated Surplus</b>		<b>Unappropriated Surplus</b>	
Prior Period & Accounting Adjustments	\$3,992,986	Prior Period & Accounting Adjustments	\$3,992,986	Prior Period & Accounting Adjustments	\$3,992,986
Unbudgeted Lapsed Balances	\$14,228,649	Unbudgeted Lapsed Balances	\$14,228,649	Unbudgeted Lapsed Balances	\$14,228,649
Excess/Surplus Revenue	\$29,905,610	Excess/Surplus Revenue	\$29,905,610	Excess/Surplus Revenue	\$29,905,610
<b>Total Unappropriated Surplus Available</b>	<b>\$48,127,246</b>	<b>Total Unappropriated Surplus Available</b>	<b>\$48,127,246</b>	<b>Total Unappropriated Surplus Available</b>	<b>\$48,127,246</b>
<b>Distributions in Order of Priority</b>		<b>Distributions in Order of Priority</b>		<b>Distributions in Order of Priority</b>	
1) Maine Budget Stabilization Fund (MBSF) (32% of Unappropriated Surplus - 5 MRSA §1513)	\$15,400,719	1) Maine Budget Stabilization Fund (MBSF) (32% of excess revenue - 5 MRSA §1536)	\$9,569,795	1) State Contingent Account (Up to \$350,000 to replenish account - 5 MRSA §1507)	\$349,219
2) Retirement Allowance Fund (32% of unappropriated surplus - 5 MRSA §1517)	\$15,400,719	2) Retirement Allowance Fund (32% of excess revenue - 5 MRSA §1536)	\$9,569,795	2) Loan Insurance Reserve Fund (Up to \$1,000,000 when not at limit - 5 MRSA §1511 )	\$1,000,000
3) Reserve for General Fund Operating Capital (16% of unappropriated surplus - 5 MRSA §1511)	\$7,700,359	3) Reserve for General Fund Operating Capital (16% of excess revenue - 5 MRSA §1536)	\$4,784,898	3) Maine Budget Stabilization Fund (MBSF) (35% of unappropriated surplus)	\$16,372,309
4) State Contingent Account (Up to \$350,000 to replenish account - 5 MRSA §1507)	\$349,219	4) State Contingent Account (Up to \$350,000 to replenish account - 5 MRSA §1507)	\$349,219	4) Retirement Allowance Fund (20% of unappropriated surplus)	\$9,355,605
5) Loan Insurance Reserve Fund (Up to \$1,000,000 - 5 MRSA §1511)	\$1,000,000	5) Loan Insurance Reserve Fund (Up to \$1,000,000 when not at limit - 5 MRSA §1511 )	\$1,000,000	5) Reserve for General Fund Operating Capital (20% of unappropriated surplus)	\$9,355,605
		6) Budget Stabilization Fund (Remaining balance to BSF - 5 MRSA §1535)	\$22,853,539	6) Retiree Health Internal Service Fund (15% of unappropriated surplus)	\$7,016,704
				7) Capital Construction & Improvements Reserve Fund (10% of unappropriated surplus)	\$4,677,803
<b>Unappropriated Surplus after Year-End Trans</b>	<b>\$8,276,230</b>	<b>Unappropriated Surplus after Year-End Transfers</b>	<b>\$0</b>	<b>Unappropriated Surplus after Year-End Transfers</b>	<b>\$0</b>